



**Health Services**  
LOS ANGELES COUNTY

March 6, 2007

Los Angeles County  
Board of Supervisors

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through leadership,  
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The Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, California 90012

Dear Supervisors:

**CONTRACT AWARD FROM THE DEPARTMENT OF HEALTH AND  
HUMAN SERVICES TO SUPPORT HANSEN'S DISEASE OUTPATIENT  
MEDICAL SERVICES AT LAC+USC MEDICAL CENTER  
(1st District) (3 Votes)**

IT IS RECOMMENDED THAT YOUR BOARD:

1. Approve and instruct the Director of Health Services, or his designee, to accept the attached Contract Award Number HSH258200730003C, Exhibit I, from the Department of Health and Human Services (DHHS) for the provision of Outpatient Medical Services to Hansen's Disease (leprosy) patients at LAC+USC Medical Center for a total amount of \$1,009,569, for the period effective date of full execution by federal government through December 31, 2009, with an annual net County cost of \$260,899.
2. Delegate authority to the Director of Health Services, or his designee, to accept and sign amendments, in an amount not to exceed 25% over the base award for the period effective date of full execution by federal government through December 31, 2009, subject to review and approval by County Counsel, the Chief Administrative Office, and notification of Board offices.

PURPOSE/JUSTIFICATION OF THE RECOMMENDED ACTIONS:

Board approval of the recommended actions will authorize the acceptance of a contract award from DHHS to support the continued provision of Hansen's Disease outpatient medical services at LAC+USC Medical Center for individuals in the Los Angeles Catchment area. The contract is in support of the National Hansen's Disease Programs (NHDP), Bureau of Primary Health Care (BPHC), Health Resources and Services Administration (HRSA), DHHS. This program provides outpatient medical services to Hansen's Disease patients with the central goal of preventing disability through early diagnosis and treatment of Hansen's Disease.

FISCAL IMPACT/FINANCING:

The total contract award is in the amount of \$1,009,569 for the period effective date of full execution by federal government through December 31, 2009. The annual program cost is \$654,660, funded by \$336,523 in NHDP funds, estimated Medi-Cal Revenue of \$57,248, and net County cost of \$260,889.

The break down of the contract award is as follows:

Base Period:	date of full execution by federal government through September 30, 2007	\$ 252,392.00
Option Period One:	October 1, 2007 through September 30, 2008	\$ 336,523.00
Option Period Two:	October 1, 2008 through September 30, 2009	\$ 336,523.00
Option Period Three:	October 1, 2009 through December 31, 2009	<u>\$ 84,131.00</u>
	Total:	\$1,009,569.00

Funding is included in the Fiscal Year 2006-07 Final Budget and will be requested in future fiscal years, as needed.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

The Department of Health Services has been providing care for patients with Hansen's Disease at LAC+USC Medical Center since July 1973.

Since 1981, the DHHS - BPHC has been providing funding for the Hansen's Disease Outpatient Medical Services program at LAC+USC Medical Center.

Over the years, the Board has approved funding from DHHS to support Hansen's Disease outpatient medical services at LAC+USC Medical Center.

On March 30, 2004, the Board approved an Agreement with DHHS for the period of January 1, 2004 through December 31, 2006.

The LAC+USC Hansen's Disease Clinic is designated as the Regional Hansen's Disease Center for the Los Angeles Catchment Area. The Los Angeles Catchment Area includes Santa Barbara, Ventura, Kern, Orange, Tulare, San Luis Obispo, and San Bernadino counties. The other Regional Centers in California are located in San Diego and San Francisco.

County Counsel has approved the Contract Award (Exhibit I) as to form.

Attachment A provides additional information.

CONTRACTING PROCESS:

Not applicable. Advertisement on the Los Angeles County Online Web Site as a contracting opportunity for the National Hansen's Disease Programs is not appropriate as outpatient Hansen's Disease medical services are provided directly by the Department of Health Services at LAC+USC Medical Center.

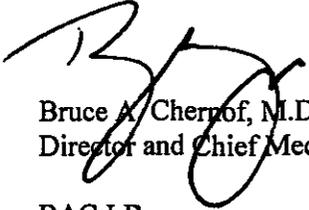
IMPACT ON CURRENT SERVICES (OR PROJECTS):

Approval of the recommended actions will ensure the continued availability of vital outpatient medical services to Hansen's Disease patients to prevent disability through early diagnosis and treatment.

The Honorable Board of Supervisors  
March 6, 2007  
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When approved, this Department requires three signed copies of the Board's action.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'B. Chernof', is written over the typed name and title.

Bruce A. Chernof, M.D.  
Director and Chief Medical Officer

BAC:LB  
hansenscd4329.lb

Attachments(2)

c: Chief Administrative Officer  
County Counsel  
Auditor-Controller

SUMMARY OF LOS ANGELES COUNTY PLAN1. TYPE OF SERVICE:

Provision of outpatient medical services to Hansen's Disease patients at LAC+USC Medical Center. The program provides services to approximately 656 patients annually.

2. AGENCY ADDRESS AND CONTACT PERSON:

Department of Health and Human Services  
National Hansen's Disease Programs  
1770 Physicians Park Drive  
Baton Rouge, Louisiana 70816-3222  
Attention: Suzanne Shumate, Contracting Officer  
Telephone: (225) 756-3787 Fax: (225) 756-3786  
Email: sshumate@hrsa.gov

3. TERM:

The term of the contract award is effective date of full execution by federal government through September 30, 2007, with two one-year options and one three-month option for a total of three years through December 31, 2009, subject to the availability of funds.

4. GEOGRAPHIC AREAS SERVED:

The Los Angeles Catchment Area includes Santa Barbara, Ventura, Kern, Orange, Tulare, San Luis Obispo, and San Bernadino counties.

5. FINANCIAL INFORMATION:

The total contract award is in the amount of \$1,009,569 for the period effective date of full execution by federal government through December 31, 2009. The annual program cost is \$654,660, funded by \$336,523 in NHDP funds, estimated Medi-Cal Revenue of \$57,248, and net County cost of \$260,889.

The break down is as follows:

Base Period:	date of full execution by federal government through September 30, 2007	\$ 252,392
Option Period One:	October 1, 2007 through September 30, 2008	\$ 336,523
Option Period Two:	October 1, 2008 through September 30, 2009	\$ 336,523
Option Period Three:	October 1, 2009 through December 31, 2009	\$ 84,131
	Total	\$1,009,569

Funding is included in the Fiscal Year 2006-07 Final Budget and will be requested in future fiscal years, as needed.

6. ACCOUNTABILITY FOR PROGRAM MONITORING AND EVALUATION:

Pete Delgado, Chief Executive Officer, LAC+USC Healthcare Network

7. APPROVALS:

LAC+USC Healthcare Network: Pete Delgado, Chief Executive Officer  
Contracts and Grants Division: Cara O'Neill, Chief  
County Counsel (as to form): Richard K. Mason, Assistant County Counsel

**FACT SHEET**

**RE: CONTRACT AWARD FROM THE DEPARTMENT OF HEALTH AND HUMAN SERVICES TO SUPPORT HANSEN'S DISEASE OUTPATIENT MEDICAL SERVICES AT LAC+USC MEDICAL CENTER**

1st District

**CONTACT PERSONS:**

Pete Delgado, Chief Executive Officer  
LAC+USC Healthcare Network  
Telephone: (323) 226-2800  
pdelgado@ladhs.org

Mark Wycislak, Contract Administrator  
LAC+USC Healthcare Network  
Telephone: (323) 226-6472  
mwycislak@ladhs.org

**SUBJECT:**

The Director of Health Services is requesting the Board to accept Contract Award Number HSH258200730003C from the Department of Health and Human Services (DHHS) for the provision of outpatient medical services to Hansen's Disease (leprosy) patients at LAC+USC Medical Center.

**REQUESTED ACTION:**

You are being asked to approve and instruct the Director of Health Services, or his designee, to accept the Contract Award Number HSH258200730003C, Exhibit I, from DHHS for the provision of Outpatient Medical Services to Hansen's Disease (leprosy) patients at LAC+USC Medical Center for a total amount of \$1,009,569, for the period effective date of full execution by federal government through December 31, 2009, with a net County cost of \$260,899 for each year.

**PROGRAM:**

This program provides outpatient medical services to Hansen's Disease patients with the central goal of preventing disability through early diagnosis and treatment of Hansen's Disease.

**FUNDING:**

The total contract award is in the amount of \$1,009,569 for the period effective date of full execution by federal government through December 31, 2009. The estimated annual program cost is \$654,660, funded by DHHS funds in the amount of \$336,523, estimated Medi-Cal Revenue of \$57,248, and net County cost of \$260,889.

Funding is included in the Fiscal Year 2006-07 Final Budget and will be requested in future fiscal years, as needed.

The break down is as follows:

Base Period:	date of full execution by federal government through September 30, 2007	\$ 252,392
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	Total:	\$1,009,569

FACT SHEET (Cont'd)

TERMINATION PROVISIONS:

The contract award provides for Cancellation, Rescission, and Recovery of Funds for Illegal or Improper Activity (1997) Clause 52.203.8 and Termination for Convenience of Government (Fixed Price) May 2004 Clause 52.249-2.

TERM:

Contract Award is effective date of full execution by federal government through December 31, 2009.

AUTOMATIC RENEWAL:

The contract award designates three automatic option periods.

FIRST BOARD APPROVED CONTRACT:

1981.

RETROACTIVE AGREEMENT:

Not applicable.

REQUEST FOR PROPOSALS (RFP) PROCESS:

Not applicable.

EXPIRATION OF PRIOR AGREEMENT:

December 31, 2006.

SOLE SOURCE JUSTIFICATION:

Not applicable.

SMALL BUSINESS WEBSITE:

Not applicable.

hansenscd4329.lb.wpd